GOVERNMENT OF ANDHRA PRADESH ABSTRACT

Proh. & Excise – Distilleries Wing – M/s. Paramount Distilleries Jeedimetla, Hyderabad – Request for renewal of D2 licence – Permission accorded – Orders - Issued -

REVENUE (EX.III) DEPARTMENT

G.O.Ms No. 571

Date: 20.11.2013
Read the following:

- 1. From the Director, M/s Paramount Distilleries, Hyderabad representation dated.16-4-2013 received with the Endt. of M(P&E) No.124/M(SE&IE) Excise/2013 Dt:18.4.2013.
- 2. From the Commissioner of Prohibition and Excise, A.P., Hyderabad, Cr.No.B2/637/2007/DDB/Ex Dt:10.5.2013 and dt. 24.06.2013.

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In the reference 1st read above, M/s. Paramount Distilleries, Jeedimetla, Hyderabad has requested the Government for renewal of D2-IML license.

- In the reference 2nd read above, the Commissioner of Prohibition and 2. Excise, Andhra Pradesh, Hyderabad has stated that M/s. Paramount Distilleries, Jeedimetla, Hyderabad were the D2 licence holders with a production capacity of 155.52LPLs/24 Lakh cases per annum, upto the year 2001-02. During the year 2002-03, M/s Paramount Distilleries requested for renewal of their D2 licence duly remitting an amount of Rs. 50.00 Lakhs vide Ch.No.04817 Dt: 14.3.2002 with short payment of Rs. 35.00 Lakhs. Their licence was not renewed for the year 2002-03 as the licence fee of Rs 85.00 lakhs was not paid. Since then the unit remained closed. Due to financial and related problems the unit became sick and was forced to shut down and for the last 11 years, the unit has not been working. In order to revive the sick unit they have approached financial institutions to raise necessary funds, which have responded favorably and hence requested to renew the licence by relaxing the relevant rules so as to enable them to start production in the same premises.
- 3. In the reference 2^{nd} read above, the Commissioner of Prohibition and Excise, Andhra Pradesh, Hyderabad has sated that if the D2 licence (DM2-MGO licence as per new rules) has to be renewed now, the gap period of 12 years (from the licencing year 2002-03 to 2013-14), has to be regularized on payment of an amount of Rs. 19,93,68,000/- (Annual licence fee = Rs 14,79,26,000/- + Late fee (upto 30-9-2013) = Rs 5,14,42,000/-), duly relaxing rule 9(7) of A. P Distillery (Manufacture of IMFL other than Beer and Wine) Rules, 2006 .
- 4. Govt have examined the request of M/s Paramount Distilleries for renewal of licence and observe that, the unit became sick due to stringent financial problems and could not run the unit. Now as their financial position has improved and as the financial institutions have come forward to render financial assistance, they are in a position to revive the sick unit. Unless the above dues are cleared by the unit and the gap period is regularized, the unit cannot be treated as an existing unit and would not be eligible for renewal of licence.
- 5. Govt after careful examination, hereby accord permission to the

- 2) Entire amount is paid upfront in one installment; and
- 3) The Late fee for the next half year i.e., from 1.10.2013 to 31.3.2014 shall also be collected from the unit as per rules in force.
- 6. The Commissioner of Prohibition & Excise, A.P Hyderabad shall take further action accordingly in the matter.
- 7. This Order issues with the concurrence of Finance (Exp.Rev) vide their U.O No. 26425/387/A2/Expr.Rev/13, Dt: 25.10.2013

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRAPRADESH)

S.P.SINGH PRINCIPAL SECRETARY TO GOVERNMENT

To

The Commissioner of Prohibition & Excise,

Andhra Pradesh, Hyderabad.

Copy to:

The Managing Director, Andhra Pradesh Bewerages Corporation Limited, Hyderabad.

M/s. Paramount Distilleries, Jeedimetla, Hyderabad

through Commissioner of Prohibition and Excise, A.P., Hyderabad.

The P.S to M(P&E).

// FORDERDED:: BY ORDER//

SECTION OFFICER